

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re	)	Chapter 11
	)	
W. R. Grace & Co. <u>et al.</u> <sup>1</sup> ;	)	Case No. 01-01139(JKF)
	)	Jointly Administered
Debtors.	)	

**Objection Deadline:**  
**May 27, 2003 at 4:00 p.m.**  
**Hearing date: To be scheduled only**  
**if objections are timely filed and served.**

**NOTICE OF FILING OF MONTHLY FEE APPLICATION**

To: (1) The Debtors; (2) Counsel to the Debtors; (3) The Office of the United States Trustee; (4) Counsel to the Official Committee of Asbestos Personal Injury Claimants; (5) Counsel to the Official Committee of Asbestos Property Damage Claimants; (6) Counsel to the Official Committee of Equity Holders; and (7) Counsel to the Debtors-in-Possession Lenders (8) the Fee Auditor:

FTI Policano & Manzo ("FTI"), Financial Advisors to the Official Committee of Unsecured Creditors (the "Committee") of the above captioned debtor and debtors in possession in the above-captioned chapter 11 cases, filed and served the Twenty-Fourth Interim Application of FTI, Financial Advisors to the Committee, for Allowance of Compensation for Services Rendered and for Reimbursement of Expenses incurred for the period March 1, 2003 through

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<sup>1</sup> The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

March 31, 2003, seeking compensation in the amount of \$75,484.00 and reimbursement for actual and actual and necessary expenses in the amount of \$769.04 (the "Monthly Fee Application").

Objections or responses to the Monthly Fee Application, if any, must be made in writing and filed with the United States Bankruptcy Court for the District of Delaware, Marine Midland Plaza, 824 Market Street, 6th Floor, Wilmington, Delaware 19801, on or before **May 27, 2003 at 4:00 p.m.**

At the same time you must also serve a copy of the objections or responses, if any, upon the Affected Professional and each of the following: (i) co-counsel for the Debtors, James H.M. Sprayregen, Esquire, Kirkland & Ellis, 200 East Randolph Drive, Chicago, Illinois 60601 (fax number 312-861-2200), and Laura Davis Jones, Esquire, Pachulski, Stang, Ziehl, Young & Jones P.C., 919 North Market Street, Suite 1600, P.O. Box 8705, Wilmington, DE 19899-8705 (Courier 19801) (fax number 302-652-4400); (ii) co-counsel to the Official Committee of Unsecured Creditors, Lewis Kruger, Esquire, Stroock & Stroock & Lavan LLP, 180 Maiden Lane, New York, New York 10038-4982 (fax number 212-806-6006), and Michael R. Lastowski, Esquire, Duane Morris LLP, 1100 N. Market Street, Suite 1200, Wilmington, Delaware 19801-1246 (fax number 302-657-4901); (iii) co-counsel to the Official Committee of Asbestos Property Damage Claimants, Scott L. Baena, Esquire, Blizin, Sumberg, Dunn, Baena, Price & Axelrod, First Union Financial Center, 200 South Biscayne Boulevard, Suite 2500, Miami, Florida 33131 (fax number 305-374-7593), and Michael B. Joseph, Esquire, Ferry & Joseph, P.A., 824 Market Street, Suite 904, P.O. Box 1351, Wilmington, Delaware 19899 (fax number 302-575-1714); (iv) co-counsel to the Official Committee of Asbestos Personal Injury Claimants, Elihu Inselbuch, Esquire, Caplin & Drysdale, 399 Park Avenue, 36th Floor, New

York, New York 10022 (fax number 212-644-6755), and Mark Hurford, Esquire, Campbell & Levine, LLC, Chase Manhattan Centre, 15th Floor, 1201 Market Street, Suite 1500, Wilmington, Delaware 19801 (fax number 302-426-9947); (v) co-counsel to the DIP Lender, J. Douglas Bacon, Esquire, Latham & Watkins , Sears Tower, Suite 5800, Chicago, Illinois 60606 (fax number 312-993-9767), and Steven M. Yoder, Esquire, The Bayard Firm, 222 Delaware Avenue, Suite 900, P.O. 25130, Wilmington, Delaware 19899 (fax number 302-658-6395); (vi) counsel to the Official Committee of Equity Holders, Thomas Moers Mayer, Esquire, Kramer Levin Naftalis & Frankel LLP, 919 Third Avenue, New York, New York 10022 (fax number 212-715-8000); and (vii) the Office of the United States Trustee, Attn: Frank J. Perch, Esquire, 844 N. King Street, Wilmington, Delaware 19801 (fax number 302-573-6497); and (viii) the Fee Auditor, to Warren H. Smith, Warren H. Smith and Associates, Republic Center, 325 N. St. Paul, Suite 4080, Dallas, TX 75201.

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Dated: Wilmington, DE  
May 6, 2003

**RESPECTFULLY SUBMITTED,**

\_\_\_\_\_  
/s/

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Co-Counsel for the Official Committee of Unsecured Creditors  
of W. R. Grace & Co., et al.

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE

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In re:

Chapter 11

W.R. GRACE & Co., et al.,

Case No. 01-01139 (JKF)  
(Jointly Administered)

Debtors

TWENTY- FOURTH INTERIM APPLICATION OF FTI POLICANO & MANZO,  
FINANCIAL ADVISORS TO THE OFFICIAL COMMITTEE OF UNSECURED  
CREDITORS, FOR ALLOWANCE OF COMPENSATION FOR SERVICES  
RENDERED AND REIMBURSEMENT OF EXPENSES INCURRED  
(FOR THE PERIOD FROM MARCH 1, 2003 THROUGH MARCH 31, 2003)

Name of Applicant:

FTI Policano & Manzo

Authorized to Provide Professional Services to:

The Official Committee of  
Unsecured Creditors

Date of Retention:

June 21, 2001

Period for which compensation and  
reimbursement is sought:

March 1, 2003 through  
March 31, 2003

Amount of Compensation sought

as actual, reasonable and necessary (80% of \$94,355.00): \$75,484.00

Amount of Expense Reimbursement sought

as actual, reasonable and necessary (100%): \$769.04

This is an: X interim \_\_\_\_\_ final application

The total time expended for fee application preparation activities is approximately 14.9 hours and corresponding compensation requested is approximately \$2,878.00 (80% of the fees incurred of \$3,597.50). The time expended included approximately 11.4 hours spent on preparation of the twenty-third monthly interim fee application and 3.5 hours spend preparing a response to the fee auditor concerning the 7<sup>th</sup> interim period.

This is the twenty-fourth application filed. Disclosure for prior periods and current period is as follows:

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(FOR THE PERIOD FROM MARCH 1, 2003 THROUGH MARCH 31, 2003)

**ATTACHMENT A  
TO FEE APPLICATION**

Requested					
Date Filed (on or about)	Period Covered	Fees (100%)	Expenses (100%)	Fees	Expenses
June 28, 2001	April 20, 2001 through April 30, 2001	\$16,008.00	\$667.95	\$12,806.40 (80% of requested fees)	\$667.95
June 28, 2001	May 1, 2001 through May 31, 2001	\$104,081.50	\$2,513.09	\$83,265.20 (80% of requested fees)	\$2,513.09
July 28, 2001	June 1, 2001 through June 30, 2001	\$75,916.00	\$3,913.13	\$60,732.80 (80% of requested fees)	\$3,913.13
August 28, 2001	July 1, 2001 through July 31, 2001	\$71,989.50	\$3,871.54	\$57,591.60 (80% of requested fees)	\$3,871.54
September 28, 2001	August 1, 2001 through August 31, 2001	\$70,425.00	\$1,092.45	\$56,340.00 (80% of requested fees)	\$1,092.45
October 30, 2001	September 1, 2001 through September 30, 2001	\$104,816.50	\$3,028.40	\$83,853.20 (80% of requested fees)	\$3,028.40
November 29, 2001	October 1, 2001 through October 31, 2001	\$42, 643.00	\$ 3,670.86	\$34,114.40 (80% of requested fees)	\$3,670.86
December 28, 2001	November 1, 2001 through November 30, 2001	\$50,048.50	\$1,864.72	\$40,038.80 (80% of requested fees)	\$1,864.72
January 28, 2002	December 1, 2001 through December 31, 2001	\$53,986.50	\$1,005.29	\$43,189.20 (80% of requested fees)	\$1,005.29
February 28, 2002	January 1, 2002 through January 31, 2002	\$63,207.00	\$2,549.70	\$50,565.60 (80% of requested fees)	\$2,549.70
March 28, 2002	February 1, 2002 through February 28, 2002	\$27,249.50	\$1,874.43	\$21,799.60 (80% of requested fees)	\$1,874.43

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(FOR THE PERIOD FROM MARCH 1, 2003 THROUGH MARCH 31, 2003)

**ATTACHMENT A  
TO FEE APPLICATION**

Requested					
Date Filed (on or about)	Period Covered	Fees (100%)	Expenses (100%)	Fees	Expenses
April 28, 2002	March 1, 2002 through March 31, 2002	\$106,680.50	\$1,919.09	\$85,344.40 (80% of requested fees)	\$1,919.09
May 29, 2002	April 1, 2002 through April 30, 2002	\$102,314.00	\$4,657.40	\$81,851.20 (80% of requested fees)	\$4,657.40
June 28, 2002	May 1, 2002 through May 31, 2002	\$50,027.00	\$2,207.14	\$40,021.60 (80% of requested fees)	\$2,207.14
July 29, 2002	June 1, 2002 through June 30, 2002	\$43,359.00	\$1,381.59	\$34,687.20 (80% of requested fees)	\$1,381.59
August 31, 2002	July 1, 2002 through July 31, 2002	\$23,895.50	\$473.91	\$19,116.40 (80% of requested fees)	\$473.91
September 30, 2002	August 1, 2002 through August 31, 2002	\$76,092.50	\$1,264.23	\$60,874.00 (80% of requested fees)	\$1,264.23
October 31, 2002	September 1, 2002 through September 30, 2002	\$45,079.00	\$43.14	\$36,063.20 (80% of requested fees)	\$43.14
November 30, 2002	October 1, 2002 through October 31, 2002	\$46,633.50	\$256.76	\$37,306.80 (80% of requested fees)	\$256.76
December 31, 2002	November 1, 2002 through November 30, 2002	\$44,622.50	\$824.96	\$35,698.00 (80% of requested fees)	\$824.96
January 31, 2003	December 1, 2002 through December 31, 2002	\$42,335.00	\$34.69	\$33,868.00 (80% of requested fees)	\$34.69
February 28, 2003	January 1, 2003 through January 31, 2003	\$71,517.00	\$831.54	\$57,213.60 (80% of requested fees)	\$831.54

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(FOR THE PERIOD FROM MARCH 1, 2003 THROUGH MARCH 31, 2003)

**ATTACHMENT A**  
**TO FEE APPLICATION**

Requested					
Date Filed (on or about)	Period Covered	Fees (100%)	Expenses (100%)	Fees	Expenses
March 28, 2003	February 1, 2003 through February 28, 2003	\$131,416.50	\$2,264.79	\$105,133.20 (80% of requested fees)	\$2,264.79
April 30, 2003	March 1, 2003 through March 31, 2003	\$94,355.00	\$769.04	\$75,484.00 (80% of requested fees)	\$769.04



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(FOR THE PERIOD FROM MARCH 1, 2003 THROUGH MARCH 31, 2003)**

**ATTACHMENT B  
TO FEE APPLICATION**

Name of Professional Person	Hourly Billing Rate (including changes)	Total Billed Hours	Total Compensation
E. Ordway	\$595	21.4	\$12,733.00
S. Cunningham	\$550	46.0	\$25,300.00
C. Whitney	\$425	38.5	\$16,362.50
L. Hamilton	\$375	97.2	\$36,450.00
J. Schwendeman	\$350	4.0	\$1,400.00
M. DeSalvio	\$190	2.3	\$437.00
M. Hakoun	\$165	3.5	\$577.50
N. Backer	\$ 75	14.6	\$1,095.00
Grand Total:		227.5	\$94,355.00
Blended Rate:	\$415		

**COMPENSATION BY PROJECT CATEGORY**

Task Code	Project Category	Total Hours	Total Fees
2	Business Analysis	118.9	\$52,511.00
3	Corporate Finance	13.7	\$5,728.50
4	Data Analysis	59.5	\$24,495.00
8	Case Administration	7.5	\$562.50
9	Claims Analysis (Asbestos)	0.0	\$0.00
11	Creditors Committee	13.0	\$7,460.50
12	Employee Benefits/Pension	0.0	\$0.00
16	Fee Applications, Applicant	14.9	\$3,597.50
	Total	227.5	\$94,355.00

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 CREDITORS, FOR ALLOWANCE OF COMPENSATION FOR SERVICES  
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(FOR THE PERIOD FROM MARCH 1, 2003 THROUGH MARCH 31, 2003)

**EXPENSE SUMMARY**

Expense Category	Total Expenses
Copies	\$525.00
Facsimiles	\$10.00
Telecommunications	\$79.57
Postage, Express Delivery	\$16.60
Travel Expenses	\$116.00
Tolling Charges	\$21.87
Total	\$769.04

**Invoice**

W.R. GRACE & CO. ET. AL.  
 Summary of Fees by Professional  
 For the period March 1, 2003 through March 31, 2003

	<u>Total</u> <u>Hours</u>	<u>Billing</u> <u>Rate</u>	<u>Amount</u>
E. Ordway	21.4	\$ 595	12,733.00
S. Cunningham	46.0	\$ 550	25,300.00
C. Whitney	38.5	\$ 425	16,362.50
L. Hamilton	97.2	\$ 375	36,450.00
J. Schwendeman	4.0	\$ 350	1,400.00
M. DeSalvio	2.3	\$ 190	437.00
M. Hakoun	3.5	\$ 165	577.50
N. Backer	14.6	\$ 75	1,095.00
TOTAL	<u>227.5</u>		<u>\$ 94,355.00</u>

## Invoice

W.R. GRACE &amp; CO. ET. AL.

Summary of Hours by Category

For the period March 1, 2003 through March 31, 2003

Rate	Fees Per Professional	Task Code	Business Analysis	Corporate Finance	Data Analysis	Case Administration	Claims Analysis/Objections/Administration (asbestos)	Creditors Committee	Employee Benefits/Pension	Fee Applications, Applicant	TOTAL
\$ 595	\$ 12,733.00	E. Ordway	\$ 5,533.50	\$ 178.50	\$ 2,915.50	\$ -	\$ -	\$ 4,105.50	\$ -	\$ -	\$ 12,733.00
\$ 550	\$ 25,300.00	S. Cunningham	14,245.00	1,650.00	5,610.00	-	-	3,355.00	-	440.00	25,300.00
\$ 425	\$ 16,362.50	C. Whitney	11,432.50	-	4,930.00	-	-	-	-	-	16,362.50
\$ 375	\$ 36,450.00	L. Hamilton	21,300.00	3,900.00	8,625.00	-	-	-	-	2,625.00	36,450.00
\$ 350	\$ 1,400.00	J. Schwendeman	-	-	1,400.00	-	-	-	-	-	1,400.00
\$ 190	\$ 437.00	M. Desalvio	-	-	437.00	-	-	-	-	-	437.00
\$ 165	\$ 577.50	M. Hakoun	-	-	577.50	-	-	-	-	-	577.50
\$ 75	\$ 1,095.00	N. Backer	-	-	-	562.50	-	-	-	532.50	1,095.00
\$	\$ 94,355.00	Totals	\$ 52,511.00	\$ 5,728.50	\$ 24,495.00	\$ 562.50	\$ -	\$ 7,460.50	\$ -	\$ 3,597.50	\$ 94,355.00

## Invoice

W.R. GRACE & CO. ET. AL.  
 Summary of Hours by Category  
 For the period March 1, 2003 through March 31, 2003

Rate	Fees Per Professional	Task Code	Business Analysis (Business Plan)	Corporate Finance (Acquisitions)	Data Analysis	Case Administration	Analysis/Objections/ Administration (asbestos)	Claims	Creditors Committee	Employee Benefits/ Pension	Fee Applications, Applicant	TOTAL
			2	3	4	8	9		11	12	16	
\$ 595	\$ 12,733.00	E. Ordway	9.3	0.3	4.9	0.0	0.0	0.0	6.9	0.0	0.0	21.4
\$ 550	\$ 25,300.00	S. Cunningham	25.9	3.0	10.2	0.0	0.0	0.0	6.1	0.0	0.8	46.0
\$ 425	\$ 16,362.50	C. Whitney	26.9	0.0	11.6	0.0	0.0	0.0	0.0	0.0	0.0	38.5
\$ 375	\$ 36,450.00	L. Hamilton	56.8	10.4	23.0	0.0	0.0	0.0	0.0	0.0	7.0	97.2
\$ 350	\$ 1,400.00	J. Schwendeman	0.0	0.0	4.0	0.0	0.0	0.0	0.0	0.0	0.0	4.0
\$ 190	\$ 437.00	M. Desalvio	0.0	0.0	2.3	0.0	0.0	0.0	0.0	0.0	0.0	2.3
\$ 165	\$ 577.50	M. Hakoun	0.0	0.0	3.5	0.0	0.0	0.0	0.0	0.0	0.0	3.5
\$ 75	\$ 1,095.00	N. Backer	0.0	0.0	0.0	7.5	0.0	0.0	0.0	0.0	7.1	14.6
		Totals	118.9	13.7	59.5	7.5	0.0	0.0	13.0	0.0	14.9	227.5

**Invoice**

W.R. GRACE &amp; CO. ET. AL.

Summary Descriptions of Tasks by Category\*

For the period March 1, 2003 through March 31, 2003

<u>Task Code</u>	<u>Total Hours</u>	
Business Analysis	2	118.9
		During the Fee Period we analyzed data and prepared a report to the Committee regarding the Debtors' 2003 Business Plan. Our analyses included division-level analyses, investigation of energy pricing impacts on results forecasted by the Debtors evaluation of the impact of pension costs included in the Plan, and industry and competitor issues.
Corporate Finance	3	13.7
		During the Fee Period we read and analyzed documents pertaining to proposed acquisition "MOB Squad" and prepared our report thereon for the Committee.
Data Analysis	4	59.5
		During the Fee Period we read and analyzed the Debtors revised DIP proposal and related sizing analyses and prepared a report to the Committee thereon. We also read and analyzed the Debtors' annual 10k filing for 2002. We read a memorandum prepared by counsel regarding fraudulent conveyance settlements, and analyzed data concerning historical changes in domestic and foreign working capital relationships. We read and analyzed various news releases, court docket items and industry information regarding asbestos litigation.
Case Administration	8	7.5
		During the Fee Period a paraprofessional organized and distributed materials to the Committee, as well as downloaded and distributed various court docket items to case team members for further review. In addition, the paraprofessional continued to maintain our case-specific database of reports and court docket items.
Claims Analysis (asbestos)	9	0.0
Creditors Committee	11	13
		No activities were performed in this category during this period. During the Fee Period we discussed the status of various case issues with members of the Committee and counsel, including the status of operations, 2002 performance, 2003 Business Plan, the Sealed Air settlement and pending motions.
Employee Benefits/Pension	12	0.0
Fee Applications, Applicant	16	14.9
		No activities were performed in this category during this period. During the Fee Period timekeeper Hamilton spent approximately 3.0 hours preparing a response to the fee auditor concerning the 7th Interim period, and approximately 7.0 hours preparing the March fee application. Timekeeper Cunningham spent approximately .8 hours reading and editing the response to the fee auditor for the 7th Interim period. Paraprofessionals and others spent approximately 7.1 hours assisting in preparation of the fee application.
Total		<u>227.5</u>

\* These descriptions are not intended to be all-inclusive. Please see individual professional time summaries for complete descriptions.

**Invoice**W.R. GRACE & CO. ET.AL.

Professional Services Rendered by Edwin N. Ordway, Jr.

For the period March 1, 2003 through March 31, 2003

<u>Date</u>	<u>Task Code</u>	<u>Description</u>	<u>Hours</u>
3-Mar	2	Prepared and edited report to the Committee regarding 2003 Business Plan including industry conditions.	1.3
3-Mar	2	Analyzed DIP sizing requirements and significance of same to 2003 Business Plan data.	0.4
5-Mar	2	Analyzed industry data regarding petroleum products and construction industry projections.	1.1
5-Mar	4	Analyzed data concerning historical changes in domestic and foreign working capital relationships.	1.4
6-Mar	2	Prepared section of report addressing adequacy of reserves for remediation activities.	0.9
6-Mar	2	Prepared chart for inclusion in report to illustrate range of estimated remediation costs.	0.9
7-Mar	2	Reviewed industry data regarding outlook for natural gas prices.	0.4
7-Mar	4	Reviewed and modified underlying assumptions for our hypothetical recovery analysis based on new data from the Debtors' 2003 Business Plan.	1.8
7-Mar	11	Called the chair to discuss status of our work and preliminary observations regarding the 2003 Business Plan.	0.3
7-Mar	11	Called a Committee member to discuss the status of our work and preliminary findings regarding the 2003 Business Plan.	0.2
10-Mar	2	Analyzed revenue trends for major product categories and developed bridge from 2002 to 2003.	1.9
10-Mar	2	Prepared executive summary section of report on 2003 Business Plan.	1.5
10-Mar	2	Prepared and edited report on 2003 Business Plan regarding operating expenses.	0.4
12-Mar	11	Participated in Committee meeting discussion regarding Sealed Air settlement, case timeline and pending motions.	1.1

12-Mar	11	Participated in meeting with creditors committee and Debtors regarding status of operations, 2002 performance, 2003 Business Plan, and case issues.	4.0
12-Mar	11	Participated in debriefing meeting with Creditors Committee to discuss Debtors' presentation.	1.0
13-Mar	4	Read and analyzed presentation data received from the Debtors and prepared a list of items for further investigation by staff.	0.9
17-Mar	11	Called the chair to discuss recent meeting and follow-up issues.	0.3
19-Mar	4	Read and analyzed 10-K	0.6
19-Mar	3	Read and analyzed data regarding proposed acquisition.	0.3
25-Mar	4	Read memorandum prepared by counsel regarding fraudulent conveyance settlement issues.	0.2
28-Mar	2	Read and analyzed data regarding a proposed acquisition and analyzed payback data.	0.5
<b>Total Hours</b>			<u><u>21.4</u></u>



**Invoice**

W.R. GRACE & CO. ET.AL.  
Professional Services Rendered by Sean Cunningham  
For the period March 1, 2003 through March 31, 2003

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<u>Date</u>	<u>Task Code</u>	<u>Description</u>	<u>Hours</u>
3-Mar	2	Prepared and edited information included in report to Committee regarding the Debtors' 2003 Business Plan.	3.4
3-Mar	2	Read and analyzed Debtors' 5 -Year business plan regarding 2003 projections.	1.6
4-Mar	4	Read and analyzed various analyst reports regarding the Specialty Chemical Industry.	2.7
4-Mar	4	Prepared analysis of trends for peer group companies.	2.8
5-Mar	2	Read and edited sections of 2003 Business Plan report to the Committee.	2.4
5-Mar	2	Prepared sensitivity analysis regarding 2003 earnings and cash projections.	2.1
6-Mar	4	Read and analyzed various articles regarding congressional hearings into asbestos and Libby, Montana issues.	0.5
6-Mar	4	Read and analyzed various analyst reports regarding the Specialty Chemical Industry.	0.9
6-Mar	2	Prepared various analyses related to Specialty Chemical Industry for inclusion in Business Plan report to the Committee.	1.4
6-Mar	2	Prepared and edited sections of 2003 Business Plan report to the Committee.	2.1
7-Mar	2	Prepared sensitivity analysis of the impact of changes in oil and natural gas prices on gross margin for Davison and GPC Divisions.	1.6
7-Mar	2	Prepared and edited sections of 2003 Business Plan report to the Committee.	1.5
7-Mar	4	Updated hypothetical recovery analysis.	0.9
10-Mar	2	Prepared and edited sections of 2003 Business Plan report to the Committee.	1.9

10-Mar	2	Prepared various analyses related to Specialty Chemical Industry for inclusion in Business Plan report to the Committee.	2.7
11-Mar	2	Prepared and edited sections of 2003 Business Plan report to the Committee.	2.8
11-Mar	2	Prepared various analyses related to Specialty Chemical Industry for inclusion in Business Plan report to the Committee.	2.4
12-Mar	11	Participated in Committee meeting prior to and after Debtors' presentation of FY 2003 Plan to the Committee.	2.1
12-Mar	11	Participated in Debtors' presentation to the Committee.	4.0
19-Mar	4	Read and analyzed Debtors' 10K filing.	2.4
20-Mar	3	Read and analyzed information pertaining to Debtors' "Mob Squad" acquisition.	1.3
26-Mar	16	Read and edited response to fee auditor for the 7th interim period.	0.8
26-Mar	3	Read and analyzed information pertaining to Debtors' "Mob Squad" acquisition.	1.7
<b>Total Hours</b>			<u><u>46.0</u></u>

**Invoice**

W.R. GRACE & CO. ET. AL.  
Professional Services Rendered by Libby Hamilton  
For the period March 1, 2003 through March 31, 2003

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<u>Date</u>	<u>Task Code</u>	<u>Description</u>	<u>Hours</u>
3-Mar	2	Continued to prepare division-level analyses for inclusion in the 2003 Business Plan report to the Committee.	4.1
3-Mar	4	Read and edited report to Committee regarding revised DIP.	1.7
4-Mar	2	Prepared sensitivity analyses for inclusion in the 2003 Business Plan report to the Committee.	6.4
4-Mar	2	Prepared discussion of pension impacts for inclusion in the 2003 Business Plan report to the Committee.	2.1
5-Mar	2	Prepared updates to schedules for inclusion in the 2003 Business Plan report to the Committee.	7.2
6-Mar	2	Prepared commentary for inclusion in the 2003 Business Plan report to the Committee.	9.5
7-Mar	2	Prepared analyses regarding energy pricing impacts for inclusion in the 2003 Business Plan report to the Committee.	5.4
7-Mar	4	Read and analyzed recent court docket items.	0.6
7-Mar	16	Prepared February fee application.	1.1
10-Mar	4	Prepared documents for review at the March 12th Committee meeting.	1.4
10-Mar	2	Continued to prepare schedules and commentary for inclusion in the 2003 Business Plan report to the Committee.	5.7
10-Mar	4	Read and analyzed recent news articles regarding asbestos litigation.	0.9
10-Mar	4	Read and analyzed recent court docket items.	0.3
11-Mar	2	Updated schedules and commentary included in the 2003 Business Plan report to the Committee.	8.5
12-Mar	2	Updated 2003 Business Plan report for edits and prepared distribution to the Committee.	7.9
14-Mar	4	Read and analyzed recent court docket items.	1.2

14-Mar	4	Read and analyzed Debtors' latest 10K filing.	1.4
17-Mar	4	Continued to read and analyze Debtors' latest 10K filing.	1.0
17-Mar	4	Read and analyzed recent asbestos litigation news reports.	1.6
18-Mar	4	Continued to read and analyze Debtors' latest 10K filing.	4.1
18-Mar	4	Continued to read and analyze recent asbestos litigation news reports.	1.7
21-Mar	16	Continued to prepare February fee application.	0.9
25-Mar	3	Read and analyzed information provided by Debtors regarding pending acquisition "Mod Squad."	3.8
25-Mar	16	Prepared response to fee auditor regarding 7th interim period.	3.1
26-Mar	4	Continued to read and analyze recent asbestos litigation news reports.	3.9
26-Mar	3	Prepared information request regarding pending acquisition.	2.2
27-Mar	16	Updated response to fee auditor regarding 7th interim period.	0.4
27-Mar	16	Continued to prepare February fee application.	0.7
27-Mar	4	Continued to read and analyze recent asbestos litigation news reports.	3.2
31-Mar	16	Continued to prepare February fee application.	0.8
31-Mar	3	Read and analyzed Debtors' financial model regarding pending	4.4
<b>Total Hours</b>			<u><u>97.2</u></u>

**Invoice**

W.R. GRACE & CO. ET.AL.  
Professional Services Rendered by Christina Whitney  
For the period March 1, 2003 through March 31, 2003

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<u>Date</u>	<u>Task Code</u>	<u>Description</u>	<u>Hours</u>
3-Mar	2	Summarized the Debtors' three-year performance trend compared to that of its peers.	4.5
4-Mar	2	Drafted commentary and observations on the Debtors' performance trend compared to that of its peers for inclusion in the report to the Committee on the Debtors' 2003 operating plan.	9.2
5-Mar	2	Prepared analysis and schedules pertaining to the Debtors' 2003 projected cash flows.	4.3
5-Mar	2	Drafted commentary and observations on the Debtors' 2003 projected cash flows for inclusion in the report to the Committee on the Debtors' 2003 operating plan.	4.7
6-Mar	4	Updated the hypothetical recovery analysis to reflect final 2002 performance and the three-year cash flow projections.	8.9
7-Mar	4	Finalized changes to the hypothetical recovery analysis.	2.7
7-Mar	2	Edited the report to the Committee on the Debtors' 2003 operating plan and updated the report to reflect reviewer comments.	4.2
<b>Total Hours</b>			<u><u>38.5</u></u>

**Invoice**

W.R. GRACE & CO. ET. AL.  
Professional Services Rendered by Jeffrey E. Schwendeman  
For the period March 1, 2003 through March 31, 2003

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<u>Date</u>	<u>Task Code</u>	<u>Description</u>	<u>Hours</u>
7-Mar	4	Analyzed unused commitment fees associated with recent loan facilities in the marketplace regarding Amendment to Company's DIP facility.	0.8
12-Mar	4	Analyzed recent economic releases and impact on heavy construction/asbestos-related industry.	1.9
31-Mar	4	Performed analysis of recent news and industry trade reports relating to recent asbestos litigation negotiations for the Company and competitors	1.3
	<b>Total Hours</b>		<u><u>4.0</u></u>

**Invoice**

W.R.GRACE & CO. ET AL.  
Professional Services Rendered by Moira DeSalvio  
For the period March 1, 2003 through March 31, 2003

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<u>Date</u>	<u>Task Code</u>	<u>Description</u>	<u>Hours</u>
7-Mar	4	Performed search for analysts' reports form Goldman Sachs, Merrill Lynch, and other industry related documents on Chemical and Specialty Chemical industries.	1.0
12-Mar	4	Obtained and analyzed court filing document.	0.5
25-Mar	4	Searched websites of investment banking research firms for statistics on the Building Materials industry.	0.8
	<b>Total Hours</b>		<u><u>2.3</u></u>

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W.R.GRACE & CO. ET AL.  
Professional Services Rendered by Matt Hakoun  
For the period March 1, 2003 through March 31, 2003

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<u>Date</u>	<u>Task Code</u>	<u>Description</u>	<u>Hours</u>
6-Mar	4	Located various sources of macro economic statistics and updated analysis for current and forecast economic statistics.	1.3
7-Mar	4	Analyzed debt capacity and leverage ratios for peer group companies.	1.7
31-Mar	4	Gathered recent analysts' reports on peer group companies.	0.5
			<hr/> 3.5 <hr/>



**Invoice**

W.R.GRACE & CO. ET AL.  
Professional Services Rendered by Nancy Backer (Paraprofessional)  
For the period March 1, 2003 through March 31, 2003

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<u>Date</u>	<u>Task Code</u>	<u>Description</u>	<u>Hours</u>
6-Mar	16	Processed professional fee application for February.	0.9
7-Mar	8	Updated docket database of most recent filings through Bankruptcy Court website.	0.2
7-Mar	8	Downloaded from Bankruptcy court website, specific motions pertaining to case as requested by team member.	0.2
10-Mar	8	Updated docket database of most recent filings through Bankruptcy Court website.	0.3
10-Mar	8	Prepared distribution of Debtors' monthly report to the Committee.	1.0
10-Mar	16	Processed professional fee application for February.	0.9
10-Mar	8	Prepared binder of materials related to upcoming court hearing for E. Ordway.	0.4
11-Mar	8	Copied and bound 2003 Business Plan report for distribution to the Committee.	1.4
12-Mar	8	Retrieved files for copying for case team member.	0.3
12-Mar	8	Filed documents received by team into case database.	0.2
12-Mar	8	Continued to copy and bind 2003 Business Plan report for distribution to the Committee.	0.6
14-Mar	8	Updated docket database of most recent filings through Bankruptcy Court website.	0.3
19-Mar	16	Processed professional fee application for February.	1.0
24-Mar	16	Processed professional fee application for February.	2.1
25-Mar	16	Processed professional fee application for February.	0.7
26-Mar	8	Updated docket database of most recent filings through Bankruptcy Court website.	0.2
27-Mar	16	Processed professional fee application for February.	1.1

27-Mar	8	Filed documents received by team into case database.	1.6
27-Mar	8	Updated docket database of most recent filings through Bankruptcy Court website.	0.2
28-Mar	16	Proofread and edited professional fee application for February.	0.4
31-Mar	8	Filed documents received by team into case database.	0.6
<b>Total Hours</b>			<u><u>14.6</u></u>

**Invoice**

W.R. GRACE & CO. ET. AL.

Summary of Expenses by Type of Expense

For the period March 1, 2003 through March 31, 2003

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Copies:	
Internal	\$ 525.00
External	
Telecommunications:	
Telephone	79.57
Toll Charges	21.87
Facsimile	10.00
Postage, Federal Express, Airborne	16.60
Travel Expenses:	
Transportation, lodging, tolls, parking, mileage	116.00
Meals	-
Total Expenses	<u>\$ 769.04</u>

**Invoice**

W.R. GRACE &amp; CO. ET. AL.

Detail of Expenses by Type of Expense

For the period March 1, 2003 through March 31, 2003

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<u>Copies, Internal</u>	3,500	pages @ \$0.15/page:	\$	525.00
<u>Facsimile Charges:</u>	10	pages @ \$1.00/page:		10.00
<u>Telephone Charges:</u>				79.57
<u>Toll Charges:</u>		Subscriptions and Online research fees		21.87
<u>Postage, Federal Express:</u>	19-Mar	Airborne		11.34
aaaa	19-Mar	Airborne		5.26
<u>Transportation, lodging, tolls, parking and mileage:</u>				-
	23-Mar	S. Cunningham	Mileage	24.00
	23-Mar	S. Cunningham	Parking	65.00
	31-Mar	E. Ordway	Parking	27.00
<u>Meals:</u>				-
<u>Total</u>			\$	<u><u>769.04</u></u>